

NOVEMBER 19, 1979

THE DIRECTOR OF THE DIVISION OF STATE LANDS TOOK FORMAL ACTION ON NOVEMBER 19, 1979 AT 10:00 A.M. IN THE STATE LAND OFFICE, ROOM 411, EMPIRE BUILDING, 231 EAST 400 SOUTH, SALT LAKE CITY, UTAH 84111, ON THE BELOW LISTED MINERAL AND SURFACE BUSINESS MATTERS AS INDICATED.

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MINERAL LEASES APPLICATIONS

OIL, GAS & HYDROCARBON LEASE APPLICATIONS - PARTIALLY APPROVED AND PARTIALLY REJECTED *JP*

Upon recommendation of Mr. Blake, the Director partially approved the Oil, Gas & Hydrocarbon leases listed below at a rental of \$1.00 per acre per annum; royalty as provided in the lease form approved by the Board of State Lands. These applications have been checked by the Minerals Division and found to be in order. The land status has been examined and the lands found to be open and available have been approved. The Director rejected the lands as listed below and ordered the refund of the advance rental on the rejected portion.

Mineral Lease Appl. No. 37350	T27S, R3E, SLM	Wayne
Patricia V. Kendell	Section 30: $S\frac{1}{2}SE\frac{1}{4}SE\frac{1}{4}$	284.64 acres
Annex 303 Kearns Building	Section 31: $W\frac{1}{2}NE\frac{1}{4}, SE\frac{1}{4}NW\frac{1}{4}$ and beginning	
Salt Lake City, UT	at the NE corner of the $SE\frac{1}{4}$ of the $NW\frac{1}{4}$ ;	
84101	thence running W 20 rods; thence N 80 rods;	
	thence E 20 rods; thence S 80 rods to the	
	place of beginning, all situated in Sec. 31,	
	T27S, R3E, SLM, containing 130 acres m/l.	
	T28S, R3E, SLM	
	Section 16: $SW\frac{1}{4}SE\frac{1}{4}, E\frac{1}{2}SE\frac{1}{4}SW\frac{1}{4}$	
	Section 18: $W\frac{1}{2}SW\frac{1}{4}$	

REJECTED PORTION:	REFUND: \$40.00
	Section 31: $NE\frac{1}{4}SE\frac{1}{4}$
	in conflict with ML 28232

METALLIFEROUS MINERAL LEASE APPLICATIONS - APPROVED *JP*

Upon recommendation of Mr. Blake, the Director approved the Metalliferous Minerals lease applications listed below at a rental of \$1.00 per acre per annum; royalty as provided in the lease form approved by the Board of State Lands. The applications have been checked by the Mineral Division and found to be in order. The land status has been examined and the lands found to be open and available.

Mineral Lease Appl. No. 37352	T35S, R14W, SLM	Iron
Homestake Mining Company	Section 32: All	640.00 acres
35 North Edison Way		
Suite 3		
Reno, NV 89502		
Mineral Lease Appl. No. 37353	T35S, R15W, SLM	Iron
Homestake Mining Company	Section 36: All	640.62 acres
35 North Edison Way		
Suite 3		
Reno, NV 89502	\$1.00 DUE	
Mineral Lease Appl. No. 37354	T33S, R18W, SLM	Iron
Uranerz USA, Inc.	Section 36: All	640.00 acres
445 Union Blvd.,		
Suite 230		
Denver, CO 80228		



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CORRECTION OF DIRECTOR'S MINUTES - FEBRUARY 5, 1979 JB

ML 36527 - Metalliferous Minerals

Approval of the above numbered lease on February 5, 1979 was in error as to the S $\frac{1}{2}$ , Section 36, T35S, R18W, SLM, which is not State land. The lease should contain only 1600 acres and \$320.00 to be refunded on the rejected portion.

The lessee Phillips Uranium Corporation was informed of the needed correction on October 9th, 1979 and upon recommendation of Mr. Blake, the Director approved this correction and amending the State's records.

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REQUEST FOR APPROVAL OF THE WINTER RIDGE UNIT JB

Pacific Transmission Supply Company, operator of the proposed Winter Ridge Unit, has submitted this unit for approval by the State of Utah.

The Winter Ridge Unit is in the Bookcliffs area long the Uintah - Grand County Line. The unit area is located about 60 miles south of Vernal, Utah. The unit area contains 22,176.54 acres of which 13,357.68 acres or 60.23 percent are Federal lands, 8,670.98 acres or 39.10 percent are State lands, and 147.88 acres or .67 percent are private lands. The unit agreement provides that the operator will, within six months after the effective date of the agreement, commence the drilling of a well of a depth sufficient to test the upper 150 feet of the Dakota formation, but not to exceed 9,410 feet. This agreement is on the standard unit form, and it contains the necessary State lands provisions.

The following are the State of Utah leases on lands within this unit.

- ML 19894 Texoma Production Company - 50 percent,  
Nicor Exploration Company - 50 percent
- ML 20958 Pacific Transmission Supply Company - 37.5 percent,  
Mono Power Company - 37.5 percent,  
Chorney Oil Company - 25 percent
- ML 20959 Pacific Transmission Supply Company - 37.5 percent,  
Mono Power Company - 37.5 percent,  
Chorney Oil Company - 25 percent
- ML 21924 Pacific Transmission Supply Company - 62.5 percent,  
Mono Power Company - 37.5 percent
- ML 26678 Pacific Transmission Supply Company - 37.5 percent,  
Mono Power Company - 37.5 percent, and  
Raymond Chorney - 25 percent
- ML 26679 Pacific Transmission Supply Company - 37.5 percent,  
Mono Power Company - 37.5 percent, and  
Raymond Chorney - 25 percent
- ML 26684 Pacific Transmission Supply Company - 37.5 percent,  
Mono Power Company - 37.5 percent, and  
Raymond Chorney - 25 percent
- ML 26861 Pacific Transmission Supply Company - 37.5 percent,  
Mono Power Company - 37.5 percent, and  
Raymond Chorney - 25 percent

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REQUEST FOR APPROVAL OF THE WINTER RIDGE UNIT CONTINUED *ash*

- ML 27428 Texoma Production Company - 50 percent  
Nicor Exploration Company - 50 percent
- ML 27428-A Texoma Production Company - 50 percent  
Nicor Exploration Company - 50 percent
- ML 27458 Pacific Transmission Supply Company - 37.5 percent,  
Mono Power Company - 37.5 percent, and  
Chorney Oil Company - 25 percent
- ML 27716 Texoma Production Company - 50 percent  
Nicor Exploration Company - 50 percent
- ML 36172 American Natural Gas Production Company - 50 percent,  
Texoma Production Company - 25 percent, and  
Chorney Oil Company - 25 percent

All of these leases have been committed to this unit. Upon recommendation of Mr. Prince, the Director approved this Unit.

REQUEST FOR APPROVAL OF THE PREACHER CANYON UNIT *ash*

Pacific Transmission Supply Company, operator of the proposed Preacher Canyon Unit, has submitted this unit for approval by the State of Utah.

The Preacher Canyon unit is located in the Bookcliffs area of northeastern Grand County. The unit area contains 20,726.89 acres, of which 19,408.49 acres or 93.64 percent are Federal lands and 1,318.40 acres or 6.36 percent are State lands.

The unit agreement provides that the operator will, within six months after the effective date of this unit, commence the drilling of a well of a depth sufficient to test all formations to a depth of 200 feet beneath the base of the Morrison formation, but not to exceed a depth of 7,000 feet.

This unit is on the standard unit form which contains all of the necessary State lands provisions. The State of Utah leases in the unit have been committed to this unit. The State leases in this unit are as follows:

- ML 27408 Texoma Production Company and  
Nicor Exploration Company
- ML 27422 Texoma Production Company and  
Nicor Exploration Company

Upon recommendation of Mr. Prince, the Director approved this Unit.

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RIGHT OF WAY APPLICATIONS - APPROVED *KUN*

R/W No. 1748 Jim Godfrey, P.O. Box 963, Hurricane, Utah 84737 has requested a Right of Way to construct a road easement across State lands in Washington County:

Township 41 South, Range 14 West, Sec 36: Lot 1, SLM

The fee for the easement is \$163.64 for 36.36 rods, plus a \$20.00 application fee, total of \$183.64, and a \$10.00 fee every third year, beginning January 1, 1983. School fund. Upon recommendation of Mr. Higgins, the Director approved this Right of Way.



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RIGHT OF WAY APPLICATIONS - APPROVED *KMH*

R/W No. 1844 American Quasar Petroleum Co., Resource Marketing Services, Inc., 821 - 17th Street, Denver, CO 80202 has requested a Right of Way to construct an access road across State land in Rich County:

Township 15 North, Range 6 East, Section 35  
Township 15 North, Range 6 East, Section 36  
Township 14 North, Range 6 East, Section 2, SLM

The fee for this Right of Way is \$935.00 for 374 rods, plus a \$20.00 applicaiton fee, total of \$955.00, and a \$10.00 fee every third year, beginning January 1, 1983. School fund. Upon recommendation of Mr. Higgins, the Director approved this Right of Way.

RIGHT OF ENTRY - APPROVED *KMH*

R/W No. 1847 Pacific West Exploration Co., P.O. Box 518, Panguitch, Utah 84759 for a permit to conduct a seismic survey across State lands in Garfield County

Township 32 South, Range 2 West, Sec 16, SLM

The fee for this Right of Entry is \$50.00 for 1 mile plus \$20.00 application fee, total of \$70.00. School fund. Upon recommendation of Mr. Higgins, the Director approved this Right of Entry with an expiration date of February 15, 1980.

RIGHT OF ENTRY - APPROVED *KMH*

R/W No. 1849 Pacific West Exploration Co., P.O. Box 518, Panguitch, Utah 84759 has applied for a permit to conduct a geophysical survey across State lands in Garfield County

Township 32 South, Range 2 West, Secs 1,2,11,12,14, SLM,

The fee for this Right of Entry is \$50.00 per Mile for 3.5 miles is \$175.00, plus \$20.00 application fee, total of \$195.00. School fund. Upon recommendation of Mr. Higgins, the Director approved this Right of Entry with an expiration date of March 1, 1980.

ASSIGNMENT OF SPECIAL USE LEASE AGREEMENT No. 68 *KMH*

SULA NO 68 Glen F. Smith and Grant Smith has submitted an assignment of SULA NO. 68 to Grant Smith Farms, A Limited Partnership, 90 North 500 West, Lehi, Utah 84043. Upon recommendation of Mr. Higgins the Director approved this assignment.

GRAZING LEASE APPLICATION - APPROVED *KMH*

GLA 21425

Upon recommendation of Mr. Higgins, the Director approved the grazing lease listed above to Ell B. Sorenson of Murray, Utah and M. Chad Sorenson of Koosharem, Utah, 30.00 acres @ .50¢ per acre per annum, beginning January 1, 1980.

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NOVEMBER 19, 1979

RIGHT OF WAY APPLICATION

RIGHT OF ENTRY - APPROVED

R/W No. 1848      Banner Oil & Gas Ltd., Suite 3465 Anaconda Tower, 555 - 17th Street, Denver, CO 80202, has submitted an application to do one mile of additional shooting (maximum 12 shot holes) on State land in Daguerre County.

Township 2 North, Range 25 East, Sec 2, SLM

The fee for this Right of Entry is \$240.00, plus \$20.00 application fee. School fund. Upon recommendation of Mr. Wall, the Director approved this Right of Entry with an expiration date of January 31, 1980.

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RIGHT OF WAY APPLICATION *RBW*

RIGHT OF ENTRY - APPROVED

R/W No. 1840      Anaconda Copper Company, 555- 17th Street, Denver, Co. 80217 requests a permit to conduct a seismic survey to test methods of detecting structural features and their stratigraphic components in the area of concern across State land in San Juan County:

Township 27 South, Range 23 East, Section 32, SLM

The fee for this Right of Entry is \$145.00, plus \$20.00 application fee, total of \$165.00. School fund. Upon recommendation of Mr. Wilcox, the Director approved this Right of Entry with an expiration date of February 29, 1980.

RIGHT OF WAY APPLICATION *RBW*

RIGHT OF ENTRY - APPROVED

R/W No. 1838      Marathon Oil Company, P.O. Box 120, Casper, WY 82602 requests permission to conduct a Electromagnetic/Induced Polarization Survey on State land in San Juan County:

Township 30 South, Range 24 East, Sec 16: N $\frac{1}{2}$

Township 39 South, Range 22 East, Sec 16: E $\frac{1}{2}$ E $\frac{1}{2}$

The fee is \$50.00, plus \$20.00 application, total of \$70.00. School fund. A check in the amount of \$140.00 was submitted; therefore, upon recommendation of Mr. Wilcox, the Director approved this Right of Entry with an expiration date of February 29, 1980, and the refund of \$70.00.

RIGHT OF WAY APPLICATION - APPROVED *RBW*

R/W no. 1845      Utah Power & Light Company, 1407 West North Temple, P.O. Box 899, Salt Lake City, Utah 84110 has requested an easement for a 25 KV distribution line across State land in Emery County along a center line in

Township 17 South, Range 6 East, Section 36: NE $\frac{1}{4}$ SE $\frac{1}{4}$ , E $\frac{1}{2}$ NE $\frac{1}{4}$   
Beginning at the east boundary line of the Grantor's land at a point 2340 feet north, m/l, from the SE corner of Sec 36, T17S, R6E, SLM, Th N 15° 05' W 230 feet, m/l; th N 8° 36' W 2628 feet, m/l; th N 41° 30' W 280 feet, m/l, to the north boundary line of said land and being in the NE $\frac{1}{4}$ SE $\frac{1}{4}$  and the E $\frac{1}{2}$ NE $\frac{1}{4}$  of said Section 36.

The fee for this Right of Way is \$704.97, plus \$20.00 application fee, total of \$724.97, and a \$10.00 fee every third year beginning January 1, 1983. School fund. Upon recommendation of Mr. Wilcox, the Director approved this Right of Way.

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NOVEMBER 19, 1979

MINERAL LEASES TO BE CANCELLED

The following leases are to be cancelled due to non-payment of 1979 rental.  
Certified notices were mailed.

NAME	ACCOUNT NO.	TYPE
Sun Oil Company	ML 26490	OG&H
Sun Oil Company	ML 26492	OG&H
Gulf Oil Corp.	ML 27101	Coal
Pinnacle Mining & Exploration Co.	ML 33377	OG&H
Gulf Oil Corp.	ML 34289	Coal
Harold E. Jensen	ML 34842	OG&H
Andrew M. Speth	ML 34601	Met.
Teton Exploration Drilling Co. Inc.	ML 36111	Met.
Donald W. Ziska	ML 36112	Met.

TRANSFER OF MONEY FROM SUSPENSE TO GENERAL ACCOUNT

NAME	ACCOUNT	AMOUNT
Esdras K. Hartley	ML 36841	1,289.00
Esdras K. Hartley	ML 36842	650.00
Esdras K. Hartley	ML 36843	1,932.00
Esdras K. Hartley	ML 36844	2,555.00
Esdras K. Hartley	ML 36845	2,170.00
Esdras K. Hartley	ML 36846	2,410.00
Esdras K. Hartley	ML 36847	1,930.00
Esdras K. Hartley	ML 36848	665.00
Esdras K. Hartley	ML 36849	1,564.00
Esdras K. Hartley	ML 36850	1,930.00
Esdras K. Hartley	ML 36851	1,930.00
Esdras K. Hartley	ML 36856	690.00
Esdras K. Hartley	ML 36857	677.00
Esdras K. Hartley	ML 36858	1,929.00
Esdras K. Hartley	ML 36859	650.00
Esdras K. Hartley	ML 36860	650.00
Esdras K. Hartley	ML 36861	1,974.00
Esdras K. Hartley	ML 36862	50.00
Esdras K. Hartley	ML 36863	50.00
Esdras K. Hartley	ML 36864	650.00
Esdras K. Hartley	ML 36865	650.00
Esdras K. Hartley	ML 36866	650.00
Esdras K. Hartley	ML 36867	1,289.00
Esdras K. Hartley	ML 36868	690.00
Esdras K. Hartley	ML 36869	339.00
Esdras K. Hartley	ML 36870	1,434.00
L. E. Bylund	ML 36911	51.00
L. E. Bylund	ML 36914	393.00
L. E. Bylund	ML 36916	41.00
L. E. Bylund	ML 36917	170.00

Voucher #470020

\$ 32,652.00

TRANSFER OF MONEY FROM SUSPENSE TO GENERAL ACCOUNT

NAME	ACCOUNT NO.	AMOUNT
Bert Hunt	ML 36822	905.00
L. E. Bylund	ML 36830	170.00
Esdras K. Hartley	ML 36852	1,360.00
Esdras K. Hartley	ML 36853	2,000.00
Esdras K. Hartley	ML 36854	1,359.00
Esdras K. Hartley	ML 36855	2,001.00
Esdras K. Hartley	ML 36871	650.00

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TRANSFER OF MONEY FROM SUSPENSE TO GENERAL ACCOUNT CONTINUED

*PM*

NAME	ACCOUNT NO.	AMOUNT
Esdras K. Hartley	ML 36872	650.00
Esdras K. Hartley	ML 36874	1,290.00
Esdras K. Hartley	ML 36875	1,930.00
Esdras K. Hartley	ML 36876	690.00
Esdras K. Hartley	ML 36877	650.00
Esdras K. Hartley	ML 36878	2,587.00
Esdras K. Hartley	ML 36879	650.00
Esdras K. Hartley	ML 36880	680.00
Esdras K. Hartley	ML 36881	50.00
Esdras K. Hartley	ML 36882	398.00
Esdras K. Hartley	ML 36883	650.00
Esdras K. Hartley	ML 36884	101.00
Esdras K. Hartley	ML 36885	90.00
Esdras K. Hartley	ML 36886	561.00
Esdras K. Hartley	ML 36887	250.00
Esdras K. Hartley	ML 36888	50.00
Esdras K. Hartley	ML 36889	1,297.00
Esdras K. Hartley	ML 36890	277.00
Esdras K. Hartley	ML 36896	35.00
Esdras K. Hartley	ML 36907	330.00
Esdras K. Hartley	ML 36908	277.00
Esdras K. Hartley	ML 36909	729.00
Robert B. Mee	ML 36913	645.00

Voucher #570021

\$ 23,312.00

INTEREST RATES

*PM*

CURRENT WEEK

YEAR AGO

Prime Rate	15-3/4	8.75
Federal Funds	11-1/2	7.49
Discount Rate	12-1/4	7.00

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*William K. Dinehart*  
 WILLIAM K. DINEHART, DIRECTOR  
 DIVISION OF STATE LANDS

*Verna A. Petersen*  
 VERNA A. PETERSEN, RECORDS SUPERVISOR

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